



S.A.L STEEL LIMITED

Admn. Office :

Shah Alloys Corporate House,
Sola - Kalol Road, Santej, Ta. Kalol,
Dist. Gandhinagar- 382721
Phone : 02764 - 661100
Fax : 02764 - 661110

Regd. Office :

5/1, Shreeji House,
5th Floor, B/h. M.J. Library,
Ashram Road,
Ahmedabad - 380 006.

Ref. No. :

Date :
28.05.2014

Department of Corporate Service
Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Tower.
Dalal Street,
Mumbai - 400 001

Manager
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, Plot No C/1, G-Block,
Bandra - Kurla Complex, Bandra (E),
Mumbai - 400051

BSE Scrip Code: 532604

NSE Symbol - SALSTEEL

Sub: Out come of Board meeting held on 28th May, 2014 of the Company.

With reference to above, Board has approved the following items in the Board meeting held on 28th May, 2014.

1. The Board has approved the audited financial results for the year ended on 31st March, 2014 and copy of the same is attached herewith.
2. The 11th Annual General Meeting of the Company will be held on Wednesday, 24th September, 2014 at 10.30 A.M. at SAL Institute & Engineering Research, Opp. Science City, Ahmedabad: 380 060.
3. The Register of Members and Share Transfer of the Company will remain closed from Wednesday, 17.09.2014 to Wednesday, 24.09.2014 (both days inclusive).

We request you to take note of the same and take on records.

Thanking you,

Yours faithfully,

For, S.A.L. Steel Ltd

Hardik Modi
Company Secretary
Encl: A.a



S.A.L. STEEL LIMITED

Regd. Office: 5/1, Shreeji House, 5th Floor, Behind M. J. Library, Ashram Road, Ahmedabad - 380006.
Audited Financial Results for the year ended on 31st March, 2014

PART - I

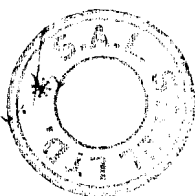
Sr. No.		Particulars	Quarter Ended			Year ended	
			31-Mar-14	31-Dec-13	31-Mar-13	31-Mar-14	31-Mar-13
			(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1		Income from Operations					
	a	Net Sales/ Income from operations	8,967.36	8,703.51	8,953.43	32,788.44	37944.87
	b	Other Operating Income	28.52	48.52	4.35	153.37	122.31
		Total Income from Operations (net)	8995.88	8752.03	8957.78	32941.81	38067.18
2		Expenses					
	a	Cost of Materials consumed	6,046.33	6,038.18	6,168.55	22,361.26	24273.69
	b	Purchase of stock-in-trade	135.08	399.31	609.18	1,153.87	4501.01
	c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	553.01	(137.18)	2.66	1,417.26	(633.56)
	d	Employee benefits expense	210.73	262.81	345.15	962.43	1215.48
	e	Depreciation and amortisation expenses	323.39	481.04	489.73	1,748.42	1929.51
	f	Consumption of stores & Spares	178.38	150.63	228.90	673.52	669.91
	g	Power Cost and cost of power generation	1,424.28	860.07	1,238.08	4,154.00	5365.46
	h	Other Expenses	216.86	719.40	481.37	1,946.92	1828.16
		Total Expenses	9,088.06	8,774.26	9,563.62	34,417.68	39149.66
3		Profit/ (Loss) from operations before other income, finance costs and execeptional items(1-2)	(92.18)	(22.23)	(605.84)	(1,475.87)	(1082.48)
4		Other Income	0.00	0.00	0.00	0.00	0.00
5		Profit/ (Loss) from ordinary activities before finance costs and execeptional items (3+4)	(92.18)	(22.23)	(605.84)	(1,475.87)	(1082.48)
6		Finance Costs	821.60	816.67	910.12	3,162.11	3184.62
7		Profit/(Loss) from ordinary activities after finance costs but before execeptional items (5-6)	(913.78)	(838.90)	(1,515.96)	(4,637.98)	(4267.10)
8		Exceptional items	29.17	0.00	(5.76)	29.17	26.76
9		Profit / (Loss) from ordinary activities before tax (7+8)	(942.95)	(838.90)	(1,510.20)	(4,667.15)	(4293.86)
10		Tax Expenses	38.04	(280.32)	(543.38)	(1,124.47)	(1434.62)
11		Net Profit/ (Loss) from ordinary activities after tax (9-10)	(980.99)	(558.58)	(966.82)	(3,542.68)	(2859.24)
12		Extraordinary items	0.00	0.00	0.00	0.00	0.00
13		Net Profit/ (Loss) for the period (11-12)	(980.99)	(558.58)	(966.82)	(3,542.68)	(2,859.24)
14		Paid-up Equity Share Capital (Face Value of ₹.10/- each per share)	8,496.67	8,496.67	8,496.67	8,496.67	8496.67
15		Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year					1250.88
16		Earnings per share					
i		(a) Basic and Diluted EPS before extraordinary items (not annualised)	(4.17)	(0.66)	(1.14)	(4.62)	(3.37)
ii		b) Basic and Diluted EPS after extraordinary items (not annualised)	(4.17)	(0.66)	(1.14)	(4.62)	(3.37)

PART - II

SELECT INFORMATION FOR THE QUARTER ENDED ON 31st March, 2014

A	PARTICULARS OF SHAREHOLDING	Quarter Ended			Year ended	
		31-Mar-14	31-Dec-13	31-Mar-13	31-Mar-14	31-Mar-13
1	Public Shareholding					
	- Number of Shares	42,006,811	42,006,811	42,006,811	42,006,811	42,006,811
	- Percentage of shares	49.44%	49.44%	49.44%	49.44%	49.44%
2	Promoters and Promoter Group Shareholding					
	a) Pledged/ Encumbered					
	- Number of Shares	42,959,889	42,959,889	42,959,889	42,959,889	42,959,889
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of share (as a % of the total Share Capital of the Company)	50.56%	50.56%	50.56%	50.56%	50.56%
	b) Non-encumbered					
	- Number of Shares	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	0.00%	0.00%	0.00%	0.00%	0.00%
	- Percentage of share (as a % of the total Share Capital of the Company)	0.00%	0.00%	0.00%	0.00%	0.00%

Particulars		3 Months Ended 31- Mar- 14	
B	INVESTOR COMPLAINTS		
	Pending at the beginning of the Quarter		NIL
	Received during the quarter		NIL
	Disposd of during the quarter		NIL
	Remaining unresolved at the end of the quarter		NIL



Notes:

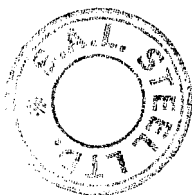
- 1 The above results were reviewed by the Audit Committee and approved by Board of Directors in its meeting held on 28th May, 2014
- 2 Previous period figures have been regrouped and / or rearranged wherever necessary to make their classification comparable with the current period.
- 3 The Company is manufacturing Ferro Alloys & Sponge Iron, which is basically used in Iron & Steel Industry. Further power generated in the company in its power plant is used for captive as well as trading purpose. In view of this, the company has to consider "Iron & Steel" and "Power" as Primary Reportable business segment, as per Accounting Standard -17, Segment Reporting issued by The Institute of Chartered Accountants of India. However, due to substantial competition, risk, on-going position of Company and largely in the interest of the Company as well as interest of the stake holders involved, the management has not made disclosure of Primary Reportable segment as per Accounting Standard -17. Further, in view of the fact that the Company has its business within the geographical territory of India, Company has considered "INDIAN GEOGRAPHY" as the only secondary reportable business segment, as per the Accounting Standard 17 issued by the Institute of Chartered Accountants of India.

Statement of Assets and Liabilities

		(Amount in ₹ Lakhs)	
Sr. No.	Particulars	Year Ended	Year Ended
		31.03.2014	31.03.2013
		Audited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	8,496.67	8,496.67
	(b) Reserves and Surplus	(1,491.79)	1,250.88
	(c) Money received against share warrants	0.00	800.00
	Sub-total - Shareholders' funds	7,004.88	10,547.55
2	Non- Current Liabilities		
	(a) Long-term borrowings	5,404.87	10,065.86
	(b) Deferred tax liabilities (net)	0.00	0.00
	(c) Other Long-term liabilities	700.00	700.00
	(d) Long Term provisions	51.50	62.83
	Sub-total - Non- Current Liabilities (I)	6,156.37	10,828.69
3	Current Liabilities		
	(a) Short term borrowings	7,531.60	6,081.32
	(b) Trade payables	2,357.19	5,301.68
	(c) Other current liabilities	18,196.79	11,056.11
	(d) Short term provisions	62.20	51.15
	Sub-total - Current Liabilities (II)	28,147.78	22,490.27
	TOTAL - EQUITY AND LIABILITIES (I + II)	41,309.03	43,866.51
B	ASSETS		
1	Non- Current Assets		
	(a) Fixed Assets	26,017.08	27,795.61
	(b) Non- Current investments	0.00	0.00
	(c) Long Term loans and advances	3,339.52	3,545.05
	(d) Other non- current assets	1,616.29	486.09
	Sub-total - Non- Current Assets (III)	30,972.89	31,826.75
2	Current Assets		
	(a) Inventories	3,860.22	5,418.50
	(b) Trade receivables	4,808.82	3,954.19
	(c) Cash and cash equivalents	107.36	489.26
	(d) Short-term loans and advances	1,559.74	2,177.81
	(e) Other current assets	0.00	0.00
	Sub-total - Current Assets (IV)	10,336.14	12,039.76
	TOTAL- ASSETS (III + IV)	41,309.03	43,866.51

For S.A.L. Steel Limited

Place: Santej
Date: 28/05/2014



[Signature]
Whole Time Director



talati & talati

Chartered Accountants

Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Clause 41 of the Listing Agreement

To
Board of Directors of **S.A.L STEEL LIMITED**

1. We have audited the Quarterly Financial Results of **S.A.L Steel Limited** ('the Company') for the Quarter ended 31st March 2014 and the year to date results for the period 1st April 2013 to 31st March 2014, attached herewith, being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. The quarterly financial results are the derived figures between the audited figures in respect of the year ended 31st March 2014 and the published year to date figures up to 31st December 2013, being the date of the end of the 3rd quarter of the current financial year, which were subject to limited review. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the Company's management and have been approved by the Board of Directors/ Committee of Board of Directors of the Company. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25 Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 or by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

Subject to

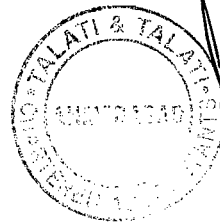
1. *Non disclosure of Reportable Segments as required under Accounting Standard - 17 'Segment Reporting', there is no impact on the Statement of Profit and Loss due to non disclosure.*
2. *Default in the repayment of the principal portion of the loan from a company covered in the register maintained under section 301 of the Companies Act, 1956 was due to the extent of Rs 10,00,00,000/- during the year 2011-12, Rs 20,00,00,000/- during the year 2012-13 and Rs 20,00,00,000/- during the year 2013-14, totaling to Rs 50,00,00,000 as at March 31, 2014.*
3. *The company has defaulted in repayment of Principal portion of the Term Loan to the extent of Rs 36.60,00,000/- as at March 31, 2014 and Rs 6,25,00,000 for the quarter ended on March 31, 2014. The company has also defaulted in payment of interest on term loan to the extent of Rs 22,91,24,406/- as at March 31, 2014 and Rs 4,81,25,289 for the quarter ended on March 31, 2014. The period of default on repayment of principal and payment of interest is ranging for a period from 90 days to 547 days and 90 days to 455 days respectively. Moreover, the company has also defaulted in payment of interest on working capital facilities to the extent of Rs 11,71,25,768/- as at March 31, 2014 and Rs 319,95,749 for the quarter ended on March*



31,2014. The period of default on payment of interest is ranging for a period from 1 day to 516 days. Also the company has defaulted in honoring L/C payments to the extent of Rs 36,34,09,044 as at March 31,2014. The period of default in honoring L/C payments is ranging for a period from 244 days to 418 days.

- (i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
 - (ii) give a true and fair view of the net loss and other financial information for the Quarter ended 31st March 2014 as well as the year to date results for the period from 1st April 2013 to 31st March 2014.
4. Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

PLACE : AHMEDABAD
DATE : 28th May, 2014



For TALATI & TALATI
Chartered Accountants
FR No : 110758W

(Umesh Talati)
Partner

Mem.No. 034834